CHAM-0172 Copy / of 3

14 October 1959

MEMORANDUM FOR THE RECORD

SUBJECT

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- : Concurrence in Amendment No. 6 to Contract No. SS-100 (NOas-58812) with General Dynamics CONVAIR Division, San Diego, California, Project GUSTO
- 1. This memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in Paragraph 5.
- 2. Contract No. SS-100 covers the procurement of Project CHAMPION studies. It also implemented the Project GUSTO work at CONVAIR, Fort Worth. The combined estimated cost and fixed fee for this effort was estimated at \$223,725.00 of which \$78,966.00 was Project GUSTO (IDIOM) funds. The Auditor conducted a final audit of the contract and a total claim of \$222,374.03 was approved. However, immediately subsequent to this audit, Contractor uncovered a charge which had been inadvertently overlooked. This was a Purchase Order to MIT for Tunnel Tests of the GUSTO Model amounting to \$7,750.00. As a result of this charge, the Contractor incurred an overrun of approximately \$6,400.00.
- 3. Amendment No. 6 to Contract No. SS-100 obligates a sum of \$6,400.00 chargeable to Fiscal Year 1959 Project GUSTO funds to cover this overrun. This results in a total obligation of \$85,366.00 GUSTO funds and \$144,759.00 CHAMPION funds or a grand total obligation under the contract of \$230,125.00. By concurrence to this memorandum, the Comptroller signifies sufficient funds are available for this obligation.
- 4. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress, (formerly 10(b) see 85-507 dtd. 7/7/58) for each contract.





5. Concurrence in Amendment No. 6 to Contract No. SS-100 is recommended.

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	Contracting Officer, DPD
concurrences: Amount required 10/20/50	red to cover over rund will be transferre From savings of other firm obliqations <u>at</u> 30 June 1959,



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